

Audited Financial Statements

**Lafayette Crisis Center
Foundation, Inc.**

December 31, 2009 and 2008

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Lafayette Crisis Center Foundation, Inc.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Lafayette Crisis Center Foundation, Inc.
Lafayette, Indiana

We have audited the accompanying statements of financial position of Lafayette Crisis Center Foundation, Inc. (a nonprofit organization) as of December 31, 2009 and 2008, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Lafayette Crisis Center Foundation, Inc. as of December 31, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Reed & Company, P.C.

Lafayette, Indiana
October 27, 2010

Lafayette Crisis Center Foundation, Inc.

Statements of Financial Position

December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 41,179	\$ 50,034
Unconditional promises to give	100,649	108,329
Grants receivable	2,068	0
Prepaid expenses	<u>5,902</u>	<u>2,817</u>
Total Current Assets	149,798	161,180
PROPERTY AND EQUIPMENT, at cost		
Land	5,000	5,000
Buildings and improvements	113,403	112,838
Furniture and equipment	<u>61,758</u>	<u>59,675</u>
	180,161	177,513
Less accumulated depreciation	<u>85,812</u>	<u>83,138</u>
Total Property and Equipment	94,349	94,375
OTHER ASSETS		
Closing costs, net of amortization	<u>192</u>	<u>259</u>
TOTAL ASSETS	<u>\$ 244,339</u>	<u>\$ 255,814</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statements of Financial Position

December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 1,132	\$ 1,631
Payroll taxes payable	2,650	2,819
Accrued expenses	7,373	7,163
Current maturities of long-term debt	<u>4,773</u>	<u>4,013</u>
Total Current Liabilities	15,928	15,626
LONG-TERM DEBT, less current maturities	<u>10,389</u>	<u>15,152</u>
Total Liabilities	26,317	30,778
NET ASSETS		
Unrestricted	105,965	105,633
Temporarily restricted	<u>112,057</u>	<u>119,403</u>
Total Net Assets	<u>218,022</u>	<u>225,036</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 244,339</u>	<u>\$ 255,814</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statements of Activities

For the Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
UNRESTRICTED NET ASSETS		
PUBLIC SUPPORT AND REVENUE		
Foundations	\$ 7,250	\$ 500
Sustaining membership	15,144	13,596
Special events	10,219	10,054
Other donations	2,566	3,037
In-kind donations	6,436	11,773
City of West Lafayette	8,000	8,000
Coalition for a Drug-Free Tippecanoe County	4,514	5,844
Other grants	4,900	14,298
Program service fee	875	2,035
Directory sales	500	0
Interest	5	53
Gain (loss) on sale of assets	(398)	326
Miscellaneous	44	615
Total Public Support and Revenue	<u>60,055</u>	<u>70,131</u>
NET ASSETS RELEASED FROM RESTRICTIONS		
Restrictions satisfied by payments	<u>126,826</u>	<u>134,657</u>
Total Public Support, Revenue, and		
Net Assets Released from Restrictions	186,881	204,788
EXPENSES		
Program services	113,036	105,772
Supporting services:		
Management and general	64,061	56,745
Fund raising	9,452	7,805
Total Expenses	<u>186,549</u>	<u>170,322</u>
INCREASE IN UNRESTRICTED		
NET ASSETS	\$ 332	\$ 34,466

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statements of Activities

For the Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
TEMPORARILY RESTRICTED NET ASSETS		
SUPPORT		
United Way of Greater Lafayette Capital Grants	\$ 17,660	\$ 25,163
Community Foundation of Greater Lafayette	1,171	4,415
Tipmont REMC Operation Round Up Trust	0	429
Other contributions	0	250
White County United Way for next fiscal year	6,000	6,000
United Way of Greater Lafayette for next fiscal year	<u>94,649</u>	<u>102,329</u>
Total Temporarily Restricted Support	119,480	138,586
NET ASSETS RELEASED FROM RESTRICTIONS		
Restrictions satisfied by payments	<u>(126,826)</u>	<u>(134,657)</u>
INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	<u>(7,346)</u>	<u>3,929</u>
INCREASE (DECREASE) IN NET ASSETS	(7,014)	38,395
NET ASSETS AT BEGINNING OF YEAR	<u>225,036</u>	<u>186,641</u>
NET ASSETS AT END OF YEAR	<u>\$ 218,022</u>	<u>\$ 225,036</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statement of Functional Expenses For the Year Ended December 31, 2009

	<u>Total</u>	<u>Program Services</u>
Salaries	\$ 99,567	\$ 57,324
Payroll taxes	7,617	4,385
Employee benefits	9,325	2,436
Workers compensation	520	299
Professional fees	9,600	7,200
Supplies	6,510	2,153
Telephone	7,210	6,489
Postage	995	746
Utilities	3,667	2,102
Repair and maintenance	7,046	5,285
Maintenance contracts	3,580	2,685
Property insurance	2,077	1,190
General insurance	1,057	793
Conferences and meetings	800	400
Dues and subscriptions	5,239	5,239
Outside printing	9,473	8,282
Miscellaneous	419	314
Mortgage interest	1,440	825
Entertainment	1,100	0
Facility rent	600	0
Advertising	108	0
Depreciation	8,531	4,889
Amortization	68	0
Total Expenses	\$ <u>186,549</u>	\$ <u>113,036</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statement of Functional Expenses For the Year Ended December 31, 2009

Supporting Services	
Management and General	Fund Raising
\$ 39,739	\$ 2,504
3,040	192
6,461	428
208	13
2,400	0
239	4,118
721	0
204	45
1,523	42
1,761	0
895	0
863	24
264	0
400	0
0	0
920	271
105	0
598	17
0	1,100
0	600
108	0
3,544	98
68	0
<u>\$ 64,061</u>	<u>\$ 9,452</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statement of Functional Expenses
For the Year Ended December 31, 2008

	<u>Total</u>	<u>Program Services</u>
Salaries	\$ 90,438	\$ 53,958
Payroll taxes	6,919	4,128
Employee benefits	9,595	2,548
Workers compensation	574	343
Professional fees	8,815	6,611
Supplies	6,876	3,017
Telephone	7,142	6,428
Postage	1,416	1,062
Utilities	4,027	2,308
Repair and maintenance	964	723
Maintenance contracts	4,017	3,013
Property insurance	1,951	1,118
General insurance	1,201	901
Conferences and meetings	574	287
Dues and subscriptions	5,118	5,118
Outside printing	9,600	8,640
Miscellaneous	161	121
Mortgage interest	1,942	1,113
Entertainment	625	0
Facility rent	600	0
Advertising	135	0
Depreciation	7,564	4,335
Amortization	68	0
Total Expenses	\$ <u>170,322</u>	\$ <u>105,772</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statement of Functional Expenses For the Year Ended December 31, 2008

Supporting Services	
Management and General	Fund Raising
\$ 34,353	\$ 2,127
2,628	163
6,610	437
218	13
2,204	0
335	3,524
714	0
290	64
1,673	46
241	0
1,004	0
811	22
300	0
287	0
0	0
960	0
40	0
807	22
0	625
0	600
60	75
3,142	87
68	0
<u>\$ 56,745</u>	<u>\$ 7,805</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statements of Cash Flows

For the Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from public support	\$ 179,104	\$ 194,540
Cash received from interest	5	53
Cash paid to vendors and employees	(173,927)	(167,009)
Cash paid for interest	<u>(1,440)</u>	<u>(1,942)</u>
Net Cash Provided by Operating Activities	3,742	25,642
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of equipment	0	350
Purchase of equipment	<u>(8,594)</u>	<u>(25,337)</u>
Net Cash Used by Investing Activities	(8,594)	(24,987)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on long-term borrowings	<u>(4,003)</u>	<u>(3,995)</u>
Net Cash Used by Financing Activities	<u>(4,003)</u>	<u>(3,995)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(8,855)	(3,340)
CASH AND CASH EQUIVALENTS		
Beginning of Year	<u>50,034</u>	<u>53,374</u>
End of Year	<u>\$ 41,179</u>	<u>\$ 50,034</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Statements of Cash Flows

For the Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
INCREASE (DECREASE) IN NET ASSETS	\$ (7,014)	\$ 38,395
ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Depreciation and amortization	8,599	7,632
Noncash contributions of assets	(310)	(7,203)
(Gain) loss on sale of assets	398	(326)
(Increase) decrease in assets:		
Unconditional promises to give	7,680	(4,872)
Grants receivable	(2,068)	2,847
Prepaid expenses	(3,085)	(699)
Increase (decrease) in liabilities:		
Accounts payable	(499)	(9,415)
Payroll taxes payable	(169)	594
Accrued expenses	210	(1,311)
TOTAL ADJUSTMENTS	<u>10,756</u>	<u>(12,753)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ <u>3,742</u>	\$ <u>25,642</u>

See Accompanying Notes to Financial Statements

Lafayette Crisis Center Foundation, Inc.

Notes to Financial Statements

December 31, 2009 and 2008

Note 1. Nature of Activities and Significant Accounting Policies

Nature of Activities

The Lafayette Crisis Center Foundation, Inc. provides crisis intervention, suicide prevention, rape survivor advocacy, and information about and referral to area agencies for the Greater Lafayette community and surrounding areas. The Organization's support comes primarily from the United Way of Greater Lafayette and White County United Way (66% in 2009 and 64% in 2008).

Basis of Accounting

The financial statements of Lafayette Crisis Center Foundation, Inc. have been prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables, and other liabilities.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period in which the donor makes a promise to give to the Organization that is, in substance, unconditional. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Unconditional promises to give at December 31, 2009 and 2008 are due within one year of the statement of financial position dates.

Restricted and Unrestricted Revenue

Contributions that are restricted by the donor are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Lafayette Crisis Center Foundation, Inc.

Notes to Financial Statements
December 31, 2009 and 2008

Note 1. Nature of Activities and Significant Accounting Policies (continued)

Cash and Cash Equivalents

For purposes of reporting the statements of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Donated Services

No amounts have been reflected in the statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific assistance programs, fund raising activities, and various committee assignments. In 2009, the Organization received more than 13,000 volunteer hours, including 9,132 volunteer hours covering phone shifts and providing rape survivor advocate services to survivors. These volunteer services are not recognized as contributions in the financial statements since the recognition criteria were not met.

The provision of these services by volunteers represents a significant cost savings to the Organization and allows them to provide a much greater level of service with the resources available. If the Organization were to provide phone coverage and rape survivor advocate services with paid staff rather than with volunteers, the cost for the 9,132 hours of direct services is estimated to be \$160,449. This estimate is based on information obtained from Independent Sector, a leadership forum for charities, foundations, and corporate giving programs, whose research indicates that for Indiana, the value of a volunteer hour (based on 2008 data) is estimated to be \$17.57 per hour.

Property and Equipment

Purchased property and equipment are recorded at cost. Expenditures for maintenance and repairs are charged to income when incurred. Additions and improvements are capitalized.

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives. The straight-line method of depreciation is followed for substantially all assets. The range of useful lives used in computing depreciation is from three to forty years. Depreciation expense for the years ended December 31, 2009 and 2008 was \$8,531 and \$7,564, respectively.

Lafayette Crisis Center Foundation, Inc.

Notes to Financial Statements

December 31, 2009 and 2008

Note 1. Nature of Activities and Significant Accounting Policies (continued)

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Intangible Assets

Closing costs were incurred from refinancing long-term debt during 2006. Amortization expense is being recorded over six years using the straight-line method and totaled \$68 per year for the years ended December 31, 2009 and 2008.

Economic Dependency

The Organization receives a significant portion of its annual revenue from the local United Way agency. Future operations rely on reasonable funding levels from that agency.

Tax Status

Lafayette Crisis Center Foundation, Inc. is a not-for-profit voluntary health and welfare organization incorporated under the laws of the state of Indiana and as such is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3). In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1).

As of December 31, 2009, Lafayette Crisis Center Foundation, Inc.'s exempt returns for the years ended December 31, 2006, December 31, 2007, and December 31, 2008 remain subject to examination by the Federal and Indiana tax authorities.

Note 2. Long-Term Debt

Long-term debt consisted of the following as of December 31:

	<u>2009</u>	<u>2008</u>
Mortgage payable; monthly payments of \$495 including interest at 8.95%. Final payment is due in November 2012. The note is secured by the building.	\$ 15,162	\$ 19,165
Less current portion	<u>4,773</u>	<u>4,013</u>
Long-term debt	<u>\$ 10,389</u>	<u>\$ 15,152</u>

Lafayette Crisis Center Foundation, Inc.

Notes to Financial Statements

December 31, 2009 and 2008

Note 2. Long-Term Debt (continued)

Aggregate maturities required on long-term debt at December 31, 2009 are as follows:

Year Ending December 31:	
2010	\$ 4,773
2011	5,218
2012	5,171
	<u>\$ 15,162</u>

Note 3. Restrictions on Net Assets

The restrictions on net assets as of December 31, 2009 and 2008 relate to contributions for building improvements and equipment, for software purchase, and for program expenses, as specified by the donors. Those restrictions are considered to expire when payments are made.

Temporarily restricted net assets are available for the following purposes as of December 31:

	2009	2008
Building improvements and equipment	\$ 222	\$ 222
Software purchase	269	429
Program expenses	10,917	10,423
For subsequent periods	100,649	108,329
	<u>\$ 112,057</u>	<u>\$ 119,403</u>

The following is a schedule of changes in temporarily restricted net assets by purpose or program for the years ended December 31:

	2009	2008
Public Support:		
Building improvements and equipment	\$ 14,131	\$ 25,587
IRIS for the Web project	4,700	4,241
Software purchase	0	429
United Way funding for next fiscal year	100,649	108,329
	<u>119,480</u>	<u>138,586</u>
Restrictions Satisfied by Payments:		
Building improvements and equipment	14,131	25,665
Program services:		
IRIS for the Web project	4,206	5,535
Software purchase	160	0
United Way funding for fiscal year	108,329	103,457
	<u>126,826</u>	<u>134,657</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>\$ (7,346)</u>	<u>\$ 3,929</u>

Lafayette Crisis Center Foundation, Inc.

Notes to Financial Statements

December 31, 2009 and 2008

Note 4. Defined Contribution Plan

The Organization had a defined contribution plan (the Plan) covering all employees with at least one year of service who could elect to make contributions to the Plan. The Organization does not contribute to the Plan. Effective December 31, 2008, the Plan was terminated.

Note 5. Local Funding

Support from governmental agencies consists of the following for the years ended December 31:

	<u>2009</u>	<u>2008</u>
City of West Lafayette	\$ <u>8,000</u>	\$ <u>8,000</u>

Note 6. Subsequent Events

Management has evaluated subsequent events through October 27, 2010, the date on which the financial statements were available to be issued.